

Approved for tabling

Ben SNA
26/11/19



REPUBLIC OF KENYA

THE NATIONAL ASSEMBLY

TWELFTH PARLIAMENT

THIRD SESSION

THE BUDGET AND APPROPRIATIONS COMMITTEE REPORT ON SUPPLEMENTARY
ESTIMATES NO. 1 FOR THE FINANCIAL YEAR 2019/20

NOVEMBER, 2019



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 26 NOV 2019

DAY

TUESDAY

TABLED
BY:

CHAIRPERSON, BUDGET AND
APPROPRIATIONS COMMITTEE
HON. KIMANI ICHUNGWAAH

CLERK-AT
THE TABLE:

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PREFACE

Mr. Speaker, the Supplementary Estimates I for FY 2019/20 were tabled in the National Assembly on 12th November, 2019 for consideration and approval. This is pursuant to Article 223 of Constitution, Section 44 of the Public Finance Management Act, 2012, PFM Regulation Part 40 and National Assembly Standing Order 243.

On behalf of the Budget and Appropriations Committee and pursuant to provisions of Standing Order number 207 (3) (b), it is my pleasant privilege to present the report of the Committee on its consideration of the Supplementary Estimates No. 1 for FY 2019/20.

Mandate of the Committee

Mr. Speaker, the Budget and Appropriation Committee derives its mandate from both Section 7 of the Public Finance Management Act, 2012 and National Assembly Standing Order 207. The Committee was established to take the principal role in budgetary oversight. The Committee is tasked with specific mandates among which is to:

1. Investigate, inquire into, and report on all matters related to coordination, control, and monitoring of the national government budget;
2. Examine the Budget Policy Statement, the Medium-Term Debt Strategy Paper and the Division of Revenue Bill (DoRB) presented to the House;
3. Discuss and review the Estimates and make recommendations to the House;
4. Examine Bills related to the national budget, including the Appropriations Bill; and
5. Evaluate tax estimates, economic and budgetary policies and programmes with direct budget outlays.

Mr. Speaker, the Budget and Appropriations Committee as currently constituted comprises of the following Honourable Members of Parliament:

Member	Constituency	Party
1. Hon. Kimani Ichung'wah, CBS, M.P- Chairperson	Kikuyu	Jubilee
2. Hon. CPA Moses Lessonet, M.P- Vice Chairperson	Eldama Ravine	Jubilee
3. Hon. CPA John Mbadi, EGH, CBS, M.P.	Suba South	ODM
4. Hon. Richard Onyonka, M.P.	Kitutu Chache South	Ford Kenya
5. Hon. Samwel Moroto, M.P.	Kapenguria	Jubilee
6. Hon. Millie Odhiambo, M.P.	Suba North	ODM
7. Hon. Twalib Bady, M.P.	Jomvu	ODM

8. Hon. (Dr.) Gideon Ochanda, M.P.	Bondo	ODM
9. Hon. James Mwangi Gakuya, M.P.	Embakasi North	Jubilee
10. Hon. (Dr.) Makali Mulu Benson, M.P.	Kitui Central	Wiper
11. Hon. Moses Kiarie Kuria, M.P.	Gatundu South	Jubilee
12. Hon. Benard Masaka Shinali, M.P.	Ikolomani	Jubilee
13. Hon. John Muchiri Nyaga, M.P.	Manyatta	Jubilee
14. Hon. Jude Njomo, M.P.	Kiambu Town	Jubilee
15. Hon. (Dr.) Korei Ole Lemein, M.P.	Narok South	Jubilee
16. Hon. Sarah Paulata Korere, M.P.	Laikipia North	Jubilee
17. Hon. Naisula Lesuada, OGW, M.P.	Samburu West	KANU
18. Hon. Sakwa Bunyasi, M.P.	Nambale	ANC
19. Hon. Danson Mwashako, M.P.	Wundanyi	Wiper
20. Hon. Fatuma Gedi Ali, M.P.	Wajir County	PDR
21. Hon. Florence Chepng'etich Koskey Bore, M.P.	Kericho County	Jubilee
22. Hon. James Gichuki Mugambi, M.P.	Othaya	Jubilee
23. Hon. (Dr.) John K. Mutunga, M.P.	Tigania West	Jubilee
24. Hon. (Eng.) Mark Nyamita, M.P.	Uriri	ODM
25. Hon. Paul Abuor, M.P.	Rongo	ODM
26. Hon. Qalicha Gufu Wario, M.P.	Moyale	Jubilee
27. Hon. Wangari Mwaniki, M.P.	Kigumo	Jubilee

Parliamentary Budget Office/ Committee Secretariat

1. Ms. Phyllis Makau, OGW	Director, Parliamentary Budget Office
2. Mr. Martin Masinde	Senior Deputy Director, PBO
3. Ms. Lucy Makara	Deputy Director, PBO
4. Mr. Fredrick Muthengi	Chief Fiscal Analyst, PBO
5. Mr. Joseph Ndirangu	Fiscal Analyst/Clerk
6. Ms. Julie Mwithiga	Fiscal Analyst II
7. Mr. James Chacha	Fiscal Analyst II
8. Mr. Danson Kachumbo	Fiscal Analyst II
9. Mr. Jonathan Lemurt	Fiscal Analyst III
10. Ms. Winfred Atieno	Audio Officer III
11. Mr. Benard Omondi	Sergeant at Arms III
12. Mr. Joram Baraza	Office Assistant II
13. Mr. Tom Cyrille	Fiscal Analyst Intern

EXAMINATION OF THE SUPPLEMENTARY ESTIMATES NO. 1 FOR FY 2019/20

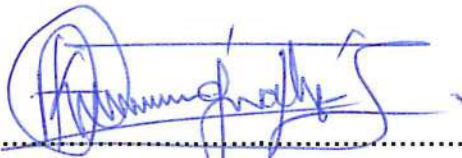
Mr. Speaker, the Committee held 6 consultative meetings including two meetings with the National Treasury; these were preceded by a briefing by the Parliamentary Budget Office. Pursuant to Standing Order 207(6), the Committee invited Chairpersons of Departmental Committees to make presentations on their reports on the Supplementary Estimates I for FY 2019/20. The Committee has examined and discussed the estimates along with the departmental committee submissions and has made various recommendations which are contained in this report. If approved by the House, these recommendations will form the basis for the passage of the Supplementary Appropriation Bill for financial year 2019/20.

Acknowledgements

Mr. Speaker, The Budget and Appropriations Committee would like to extend its gratitude to Departmental Committees and all Members of Parliament for their participation in scrutinizing the Supplementary Estimates No. 1. of FY 2019/20. The Committee is also grateful to the Office of the Speaker of the National Assembly, the Office of the Clerk of the National Assembly and the Parliamentary Budget Office for the technical support accorded to the Committee during its sittings.

Finally, I wish to express my appreciation to the Honourable Members of the Committee who made insightful contributions towards the preparation of this report, in line with the requirements of the Public Finance Management (PFM) Act, 2012 and the Constitution.

Mr. Speaker, on behalf of the Committee and pursuant to Standing Order 199(6), it is my pleasant duty and privilege to table the Report on the Supplementary Estimates No. 1 for FY 2019/20 and recommend it to the House for adoption.

Signed: 

Hon. Kimani Ichung'wah, CBS, M.P.
Chairperson, the Budget and Appropriations Committee

Date: 

I. OVERVIEW OF THE SUPPLEMENTARY ESTIMATES NO. 1 FOR FY 2019/20

- 1) **Mr. Speaker**, the Supplementary Estimates No. 1 for FY 2019/20 was tabled in the National Assembly on 12th November, 2019. The estimates propose to increase the overall budget by Ksh.80.1 billion, representing a 2.9 percent increase. This is comprised of a decrease in recurrent estimates by Ksh. 5.65 billion (0.5% of the approved budget) and an increase in development estimates by Ksh. 85.76 billion (12.2% of the approved budget). It is observed that there are no proposed changes under the Consolidated Fund Services.
- 2) **Mr. Speaker**, Supplementary Budget is anchored under Article 223 of the Constitution, which allows the National Government to spend money that has not been approved if the amount appropriated under the Act is insufficient or a need has arisen for expenditure for a purpose for which no amount has been appropriated. **Mr. Speaker**, this Supplementary budget was submitted barely four months after the approval of the budget and the main justification for it is underperformance of projected revenues for FY 2019/20 which has resulted in revision of the projected ordinary revenues by Ksh. 108.7 billion, and to support the Big Four Plan. This is an indication that the budget challenge function at the National Treasury is weak in terms of checking the realism of revenue projections and alignment of the budget estimates to critical policy direction within the executive.
- 3) **Mr. Speaker**, during the review of this Supplementary Estimates, it came out clearly from the National Treasury that for a long period of time, the budget has been based on unrealistic revenue projections. An analysis of the growth of revenues over the last 10 years, 5 years and 3 years indicate that on average, revenue grew by 14 percent, 12 percent and 11 percent, respectively. It is worth noting that over the last 3 years, **Mr. Speaker**, the nominal GDP forecast was always higher than the actual outcome released by the Kenya National Bureau of Statistics (KNBS). Thus, historical performance of the economy has not largely informed future revenue forecast. The Committee observes that based on GDP performance as well as other macroeconomic fundamentals, the performance of revenue for FY 2019/20 may fall short by about Ksh. 120 billion to stand at Ksh.1.7 trillion by the close of FY 2019/20.
- 4) **Mr. Speaker**, the Committee is concerned that it has become a trend that there are two supplementary budgets in any financial year, which is against international best practice and it waters down the credibility of the budget as critical expenditures are left out during

the formulation of the budget with the expectation that they will be funded during a supplementary budget.

- 5) **Mr. Speaker**, a critical review of this Supplementary Estimates indicates that no information has been provided on measures taken by the National Government in implementing the resolutions made by the National Assembly for FY 2019/20 Budget Estimates. In particular, a key resolution was on the submission of a summative report on the progress of the Universal Health Care rollout programme in the 4 pilot counties so as to gauge the progress before the rollout to all the counties. This report has not been provided and yet resources towards Universal Health Care program have substantially increased in this Supplementary Budget. Non-adherence to National Assembly resolutions undermines the legislative budget oversight role of the House as espoused under Article 95 of the Constitution.
- 6) **Mr. Speaker**, an evaluation of the legal compliance indicates a lack of comprehensiveness in the documents submitted to Parliament. Article 223(2) of the 2010 Constitution spells out that the approval by Parliament for any spending shall be sought within two months after the first withdrawal of the money. The National Treasury has indicated that Ksh. 1.86 billion has already been spent however, no list of the expenditures has been provided. Section 43(2) (c) of PFM Act, 2012 stipulates that budget reallocations made on programmes and sub-votes should not exceed 10 percent. However, 37 programs out of 158 programs exceed 10 percent threshold. In addition, the supplementary budget has not indicated sources of fully financing the additional expenditures as required under part 40(6) of PFM Regulations.
- 7) **Mr. Speaker**, of importance is the introduction of new projects and the re-introduction of ongoing projects that had no funding in the approved budget especially under infrastructure, water and health ministries. The limitation of percentage 10 percent change in a programme is a standard international procedure of credible budget. In addition, in-year introduction of new projects is a strong indication of a weak budget process.
- 8) **Mr. Speaker**, a review of the state of the economy underpinning this Supplementary Budget indicates that generally the economy is set to grow at a lower rate in 2019 compared to 2018. When Parliament approved the 2019/20 budget estimates, the projected economic growth for the financial year was 6.2 percent. This growth was pegged on favourable weather conditions, strong service sector, stable macroeconomic environment, ongoing infrastructural investments and sustained business confidence.

Given the recent reviews of the performance of the economy as indicated by various institutions, this growth may not be achieved mainly on account of low performance in the manufacturing sector and also in agriculture despite the favorable rainfall. The revised growth target by the National Treasury stands at 5.9 percent.

- 9) **Mr. Speaker, on the link between the budget estimates, deficit, revenue performance and debt levels**, the country's total public debt stands at Ksh. 5.9 trillion as of September, 2019 with an expected deficit (including grants) of Ksh. 640 billion for FY 2019/20. Given the expected underperformance in ordinary revenue collection, any additional amount approved during this supplementary will determine the extent to which the deficit will increase and the financing of the same, ultimately, this will have impact on debt accumulation. **Mr. Speaker**, if we approve the supplementary as tabled in this House, the level of debt may hit Ksh.6.7 trillion mark by the end of this financial year.
- 10) **Mr. Speaker**, given the strong link between high deficits and debt accumulation, the Committee reiterates the need to separate the budget making function from resource mobilization, especially in so far as the borrowing is concerned. There is need to institute a robust and independent debt management office that must be established outside the National Treasury, like the case in Nigeria and other countries. The office shall oversee the preparation and implementation of a debt plan geared towards efficient management of Kenya's external and domestic debt obligations at sustainable levels compatible with desired economic activities for growth, development and participation in negotiations aimed at realizing these objectives.
- 11) **Mr. Speaker**, we are slowly becoming a welfare state, where provision of services is becoming free for every citizen, including those who can afford. Some of this services include free education as well as Universal Health Care (UHC). The question that Kenyans need to ask is whether we have the resources to sustain this programmes unless we resort to additional taxes or borrowing. Countries with sustainable welfare programmes have incomes and predictable stream of funding, particularly from taxes levied.
- 12) On programme implementation **Mr. Speaker**, the Committee is concerned in the manner in which the Government has been rolling out projects. There are concerns with regard to development projects not being fully funded due to revisions under supplementary budget as well as slow exchequer releases due to availability of resources and delayed access to IFMIS.

- 13) The committee is also concerned in the manner in which the National Treasury effected changes in the budget for Judiciary and Parliament in IFMIS without consulting the two arms of Government. This should never happen in future as this is against the Constitution, which bestows the power to appropriate funds to the National Assembly. Indeed, the independence of the Judiciary and Parliament must be safeguarded at all times.

II. KEY PROPOSED CHANGES IN SUPPLEMENTARY ESTIMATES NO. 1 FOR FY 2019/20

- 14) **Mr. Speaker**, the National Treasury proposed to reduce the recurrent estimates by Ksh. 5.65 Billion in overall terms. However, there were increments and reductions to programmes across various votes. The following are some of the key proposed changes under the supplementary estimates-

a) Key increments in recurrent expenditure

- (i) Increase of Ksh. 4.82 billion towards the Ministry of Health. This comprises Ksh. 2.18 billion to be allocated to support Preventive, Promotive & RMNCAH programme to reduce morbidity and mortality due to preventable causes. Further, Ksh. 1.89 billion will be allocated to the Health Policy, Standards and Regulations programme to strengthen health policy, standards and regulations.
- (ii) Increase of Ksh. 982.1 million to the State Department for Devolution. This comprised of Ksh. 1.09 billion for special initiatives for strengthening the management of humanitarian support services in the provision of Relief food to 2.5 million persons living in food insecure populations in ASALs counties and reductions of Ksh. 107.76 million related to devolution services and general administration.
- (iii) Increase of Ksh. 588.9 million to the State Department for Interior. This includes an amount meant for improving access to national government services, co-ordination of security, enhancement of peace building and conflict management, and reduction of alcohol, drug & substance abuse in Kenya.
- (iv) Increase of Ksh. 562.7 million to Ministry of Energy for the National Grid System to increase access of electricity.

b) Key reductions in recurrent expenditure

- (i) Reduction of Ksh. 4.892 billion from the Parliamentary Service Commission (National Assembly, Senate and Joint Services).
- (ii) Reduction of Ksh. 1.49 billion from the Judiciary which was intended for the Dispensation of Justice programme which is aimed at providing equitable access to, and expeditious delivery of justice.
- (iii) Reduction of Ksh. 468.9 million from State Department from Tourism where Ksh. 354.17 million was meant for the Ushanga Kenya Initiative where 3,150 pastoral women were expected to be empowered in the bead industry.
- (iv) Reduction of Ksh. 462.9 million from State Department for Information Communication Technology where Ksh. 354.15 million intended for the provision of universal access to E-Government services to promote knowledge based society and Ksh. 34.25 million from general administration planning and support services programme.
- (v) Reduction of Ksh. 461.6 million from the State Department for Social Protection, Pensions & Senior Citizens Affairs under the National Social Safety Net programmer (Ksh. 353.88 million) and Ksh. 113.55 million from general administration planning and support services programme.

15) Mr. Speaker, the development estimates were proposed to be increased by Ksh. 85.76 Billion in overall terms, however there were increments and reductions in programmes across various votes. The following are some of the key proposed changes in under supplementary-

c) Key increments in development expenditure

- (i) Increase of Ksh. 65 billion for introduction of new projects including those under the big four.
- (ii) Increase of Ksh. 16.9 billion for the Mombasa to Nairobi SGR.
- (iii) Increase of Ksh. 5.3 billion to the James Gichuru – JKIA Expressway and Ksh. 3.8 billion towards development of access roads to facilitate food security and access to nutrition facilities.

d) Key reductions in development expenditure

- (i) Reduction of Ksh. 5.51 billion from the State Department for Planning meant for Economic and Financial Policy Formulation and Management programme (Ksh. 5.46 billion) and Ksh. 99.51 million from General Administration, Planning and Support Services programme.
- (ii) Reduction of Ksh. 2.18 billion from the Parliamentary Service Commission meant for General Administration, Planning and Support Services programme.
- (iii) Reduction of Ksh. 1.89 billion from the State Department where Ksh. 1.87 billion was meant to increase access to university education under the University Education programmer and Ksh. 17.51 million from the research, science, technology and innovation programme to enhance integration of research, science, technology and innovation in socio-economic development.
- (iv) Reduction of Ksh. 1.37 billion from the Judiciary meant for Dispensation of Justice programme with the aim of provide equitable access to, and expeditious delivery of justice.

16) Mr. Speaker, the Committee is deeply concerned about the in-year introduction of new projects. In this Supplementary, most of the new projects are on account of the Big Four Plan, yet in the 2018 Budget Policy Statement, the National Treasury had informed the MDAs that they were on a zero-based budget on account of creating space to finance the Big Four Projects. This was again carried forward during the review of the 2019 Budget Policy Statement and during its approval, the house resolved that an implementation matrix on the Big Four projects be submitted before the review of the FY 2019/20 Budget Estimates. To date, the committee is yet to receive a comprehensive matrix showing the implementation strategy.

III. FINANCING OF THE SUPPLEMENTARY ESTIMATES NO. 1 FOR FY 2019/20

17) **Mr. Speaker**, a review of the fiscal framework indicates that the proposed supplementary estimates is likely to occasion to a financing gap of Ksh. 146.3 billion (even after taking into account the Ksh. 78 billion of proceeds from State Owned Enterprises). It is indicated that this financing gap will be financed through an additional external financing of Ksh. 26.2 billion and Ksh. 1.7 billion of local AiA collection. The savings by the Committee in this report, is likely to leave at least a financing gap of approximately Ksh. 100 billion. Given the likelihood of underperformance of the revenue collection for FY 2019/20, if the supplementary budget was to be approved as submitted, the financing gap will have to be met from additional borrowing either domestically or externally.

IV. CROSS-CUTTING ISSUES FROM THE DEPARTMENTAL COMMITTEES

18) **Mr. Speaker**, the following are the key issues that arose from the departmental committees' submissions-

- (i) **Pending bills:** Most MDAs have pending bills which were carried over from FY 2018/19, this may result to non-attainment of set targets in the FY 2019/20 because they form a first charge to the budget. This has further been exacerbated by the proposed budget cuts for some of the MDAs.
- (ii) **Stalled projects:** MDAs have stalled projects that are at varying levels of completion with a lot of money already spent on them. If these projects are not adequately funded for their completion, it will result in wastage of public resources. In addition, ongoing projects take too long to complete due to downward revision of targets during supplementary budgets for instance the occupational Health and Safety Institute in industrial area, Nairobi.
- (iii) **Lack of a coordination mechanism for functions carried out by both national and county government:** It was observed that in the health sector, the Universal Health Care allocation to all the counties of Ksh. 15.8 billion in this proposed Supplementary Budget was done before the preliminary report on UHC pilot programmes is submitted to Parliament. It was also indicated that the 47 Governors had signed MOUs on the same

before the allocation of funds is done. However, it is not clear how the UHC project would be implemented and how these resources would be channeled to the counties. In addition, under the State Department of Public Works there is an allocation of Ksh. 1.69 billion towards design, documentation, project management for upgrades of works of electrification and LAN installation in 118 health care centres under Universal Health Care. Given that Health is a devolved function, this may lead to duplication and wastage of resources if there is no co-ordination framework for the same.

- (iv) **Reversal of the house resolution on allocation of resources to projects identified during Public Participation on the budget:** It was observed that projects identified during the public participation on the budget and allocated funds in the 2019/20 budget adopted in the House had been left out in the printed estimates. Most of these projects appear in this Supplementary Estimates as new projects.

- (v) **Re-alignment of the budget towards the Big Four Plan:** Increase of allocation to the big four projects that ought to have been done at the time of 2019/20 budget preparation. Most of the increases in the allocations to MDAs under Health, Infrastructure, Industrialization, Transport, Public Works, Water and Sanitation, ICT and Energy are for new projects under the Big Four Plan.

- (vi) **Delay in exchequer releases especially for development projects:** The execution of the 2019/20 budget did not commence as planned which led to underperformance of the development budget during the first quarter. Most MDAs had not received exchequer towards development projects by the end of the first quarter and this may have been due to delay in uploading the budget to IFMIS. This has often resulted to low absorption of funds by the end of the financial year.

- (vii) The legal basis behind effecting the proposed reductions in the Supplementary Estimates 1 for FY 2019/20 in IFMIS for MDAs, Judiciary and Parliament before approval by the National Assembly.

- (viii) The departmental Committee on Labour was concerned on that the sector has not been allocated adequate resources. Drawing from its findings from the recently concluded visits to Saudi Arabia, the United Arab Emirates and the State of Qatar, the committee noted that the offices of labour consular in each of the stated countries remain a shell with inadequate human and fiscal resources to execute their mandates. It was a concern

that the country does not have a Labour Migration Policy to provide a framework for the export of labour.

- (ix) **Reversal of what Parliament had approved in the FY 2019/20 budget:** It was observed that in some MDAs, there were proposals in the supplementary estimates that amounted to reductions of what Parliament had approved in the 2019/20 budget. Some of these include- National Integrated and Information Management Systems (Ksh. 285 million); development projects under Regional Development Authorities (Ksh.352.9 million); the reallocations made to low volume sealed roads during estimates were not implemented negating the constitutional budget making role of the National Assembly; Construction of Industrial Research Laboratories-KIRDI Kisumu (Ksh. 241.8 million); Modernization of Cooperatives Cotton Gineries- Luanda Cooperative Ginnery in Busia County (Ksh. 30 million).
- (x) **Expected under-absorption of additional funds proposed during this Supplementary Estimates:** Some State Departments indicated that it would be difficult for them to absorb the additional funds by the end of the financial year 2019/20. This include allocations toward the supervision of Big Four projects under manufacturing; development of a Freeport, Industrial parks and Special Economic Zone in Mombasa where the preliminaries regarding the projects have not commenced; Dongo Kundu Special Economic Zone has land issues related to compensation of land owners and squatters that need to be settled first; and development of Leather Industrial Park in Kenanie.
- (xi) **Regularization of payments made under the provision of Article 223:** It was indicated that under the State department of Energy Ksh. 1.16 billion had been paid for the Loiyangalani – Suswa Transmission Line Project towards Lake Turkana Wind Power payments for penalties under deemed generation. The payment was made in August, 2019 within the FY 2019/20, and that the State Department for Energy was seeking regularization. However, it was a House resolution during the approval of the Supplementary Estimates No. 2 of FY 2018/19, that a Special audit on the payments for deemed generation be undertaken by the Office of the Auditor General and a report be submitted to the house before any additional payments are made towards penalties under deemed generation.

V. RECOMMENDATIONS

19) **Mr. Speaker**, having considered the above matters, the committee recommends as follows:

a) Policy Recommendations

- ✓ **That**, in view of the emerging concerns of rising debt, it is recommended that National Assembly initiates a legislation to operationalize establishment of an Independent Debt Management Office within first quarter of 2020.
- ✓ **That**, the MDAs to initiate comprehensive plans (by ring fencing funds in FY 2020/21 budget estimates) to complete all stalled and incomplete projects before starting new projects. They should also ensure that no new projects are introduced mid-year by way of supplementary estimates.
- ✓ **That**, upon approval of annual estimates the National Treasury should load the approved Budget within seven days into Integrated Financial Management Information System (IFMIS) in accordance with the PFM Regulations, 2015, so as to ease implementation of annual work plans, procurement plans and clearance of pending bills and a status report be submitted to National Assembly every quarter.
- ✓ **That**, the Office of Auditor General carries out a special forensic audit of the National Integrated Identity Management Systems (NIIMS) to establish the value for money and submit a report to National Assembly by end of March 2020.
- ✓ **That**, in their quarterly reporting all the MDAs to report not only on financial performance but also non-financial performance by programme/ projects and that the Office of the Controller of Budget complies with Section 9 of Controller of Budget Act, 2016 in their Reporting.
- ✓ **That**, the Universal Health Care (UHC) funding should be channeled through counties as Conditional grants by amending the Division of Revenue Bill. In addition, there is need to strengthen and revamp the National Hospital Insurance Fund (NHIF) as a vehicle of implementing UHC given that it is a more sustainable mode.
- ✓ **That**, the State Department for Labour to fast track development of labour export/migration policy to provide a framework for labour export with favourable terms for

Kenyans seeking opportunities abroad. A status report should be sent to the National Assembly by February, 2020.

- ✓ **That**, the National Treasury to institutionalize the Street Children Rehabilitation Trust Fund and release Ksh. 153.9 million held in suspense account to enable the Trust Fund to execute its mandate and submit a status report to the National Assembly by February, 2020.
- ✓ **That**, the State Department for Industrialization conducts a feasibility study with respect to modernization programme of the Numerical Machine Complex and submits the report findings within 90 days.
- ✓ **That**, the Office of the Auditor General to submits a special audit report on the deemed Generation of the Lake Turkana Wind Power and report back to National Assembly by end of February 2020.
- ✓ **That**, the approval of payment of Ksh.1.16 Billion to the Loiyangalani - Suswa Transmission Line under the Lake Turkana wind power project be deferred awaiting the findings of the special forensic audit, the recommendation of the relevant committee and the decision of the House.
- ✓ **That**, the National Treasury provides sufficient counter-part funding in FY 2020/21 budget towards the commencement of Loiyangalani-Marsabit-Isiolo and Thika-Nairobi-East power transmission lines. This will safeguard the Ksh. 2.6 billion already paid as insurance; failure to which the National Treasury must find ways and means of recovering the above stated insurance amount.
- ✓ **That**, a comprehensive matrix on the implementation of the Big Four Plan be submitted by the National Treasury to Parliament before the submission of the 2020 Budget Policy Statement. This matrix should include the total cost of the projects, how much has been spent so far and the expected annual allocations until the completion of the projects.
- ✓ **That**, the National Treasury should not effect any reduction in the approved budget of Judiciary, Parliament and all MDAs through the IFMIS and Treasury circulars before approval by this House as it is illegal to do so.

b) Financial Recommendations

20) Mr. Speaker, the Committee considered the submissions by the Departmental Committees and after careful scrutiny and consultations made the financial recommendations on recurrent and development estimates as detailed in the attached Schedules 1 and 2.

ANNEX 1: SCHEDULE 1

ANNEX 2: SCHEDULE 2

ANNEX 3: DEPARTMENTAL COMMITTEE RECOMMENDATION

ANNEX 4: MINUTES

ANNEX 5: UNPACKING OF THE SUPPLEMENTARY BUDGET BY PARLIAMENTARY BUDGET OFFICE



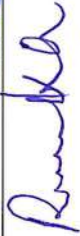
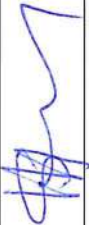



ANNEX 6: SUBMISSIONS BY THE NATIONAL TREASURY

ANNEX 7: DEPARTMENTAL COMMITTEE REPORTS




ADOPTION SCHEDULE

Members attendance list

Budget and Appropriations Committee: Date: 26/11/2019 Time: Sitting:

Name	Signature
1. Hon. Kimani Ichung'wah, CBS, M.P- Chairperson	
2. Hon. (CPA) Moses Lessonet, M.P- Vice Chairperson	
3. Hon. (CPA) John Mbadi, EGH, CBS, M.P.	
4. Hon. Richard Onyonka, M.P.	
5. Hon. Samwel Moroto, M.P.	
6. Hon. Millie Odhiambo, M.P.	
7. Hon. Twalib Bady, M.P.	
8. Hon. (Dr.) Gideon Ochanda, M.P.	
9. Hon. James Mwangi Gakuya, M.P.	
10. Hon. (Dr.) Makali Mulu, M.P.	

Name	Signature
11. Hon. Moses Kiarie Kuria, M.P.	
12. Hon. Benard Masaka Shinali, M.P.	
13. Hon. John Muchiri Nyaga, M.P.	
14. Hon. Jude Njomo, M.P.	
15. Hon. (Dr.) Korei Ole Lemein, M.P.	
16. Hon. Sarah Paulata Korere, M.P.	
17. Hon. Naisula Lesuuda, M.P.	
18. Hon. Sakwa Bunyasi, M.P.	
19. Hon. Danson Mwashako, M.P.	
20. Hon. Fatuma Gedi Ali, M.P.	
21. Hon. Florence C.K. Bore, M.P.	
22. Hon. James Gichuki Mugambi, M.P.	
23. Hon. (Dr.) John K. Mutunga, M.P.	

Name	Signature
24. Hon. (Eng.) Mark Nyamita, M.P.	
25. Hon. Paul Abuor, M.P.	
26. Hon. Qalicha Gufu Wario, M.P.	
27. Hon. Wangari Mwaniki, M.P.	

Signed..... Date.....


Committee Clerk

Signed.....Date.....

Director of Committee Services

SCHEDULE 1

(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES			
PROGRAMME CODES & TITLE	GROSS CURRENT ESTIMATES	GROSS CAPITAL ESTIMATES	GROSS TOTAL ESTIMATES
The Presidency	131,793,000	(92,100,000)	39,693,000
0702000 Cabinet Affairs	-	(51,000,000)	(51,000,000)
0703000 Government Advisory Services	-	-	-
0704000 State House Affairs	131,793,000	(21,100,000)	110,693,000
0734000 Deputy President Services	-	(20,000,000)	(20,000,000)
State Department for Interior	278,982,619	1,158,500,000	1,437,482,619
0601000 Policing Services	257,998,445	1,090,000,000	1,347,998,445
0602000 Planning, Policy Coordination and Support Services	440,760,056	830,000,000	1,270,760,056
0603000 Government Printing Services	(62,516,191)	-	(62,516,191)
0625000 Road Safety	-	-	-
06256000 Population Management Services	(357,259,691)	(761,500,000)	(1,118,759,691)
State Department for Correctional Services	281,559,010	-	281,559,010
0604000 Correctional services	313,203,492	-	313,203,492
0623000 General Administration, Planning and Support Services	(31,644,482)	-	(31,644,482)
State Department for Immigration and Citizen Services	112,470,350	(150,000,000)	(37,529,650)
0605000 Migration and Citizens Services Management	112,470,350	(150,000,000)	(37,529,650)
State Department for Devolution	982,105,000	77,900,000	1,060,005,000
0712000 Devolution Services	(43,928,703)	77,900,000	33,971,297
0732000 General Administration, Planning and Support Services	(63,828,764)	-	(63,828,764)
0713000 Special Initiatives	1,089,862,467	-	1,089,862,467
State Department for Development of the ASAL	(86,100,000)	2,817,286,516	2,731,186,516
0733000 Accelerated ASAL Development	(86,100,000)	2,817,286,516	2,731,186,516
Ministry of Defence	(119,516,505)	-	(119,516,505)
0801000 Defence	-	-	-
0802000 Civil Aid	-	-	-


THE NATIONAL ASSEMBLY
 PAPERS LAYED
 DATE: 22 NOV 2019 DAY: []
 TABLED BY: []
 CLERK OF THE ASSEMBLY

<u>(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES</u>			
<u>PROGRAMME CODES & TITLE</u>	<u>GROSS CURRENT ESTIMATES</u>	<u>GROSS CAPITAL ESTIMATES</u>	<u>GROSS TOTAL ESTIMATES</u>
0803000 General Administration, Planning and Support Services	(119,516,505)	-	(119,516,505)
0805000000 National Space Management	-	-	-
Ministry of Foreign Affairs	152,377,975	-	152,377,975
0714000 General Administration Planning and Support Services	15,872,490	-	15,872,490
0715000 Foreign Relation and Diplomacy	(182,572,969)	-	(182,572,969)
0741000 Economic and Commercial Diplomacy	324,279,723	-	324,279,723
0742000 Foreign Policy Research, Capacity Dev and Technical Cooperation	(5,201,269)	-	(5,201,269)
State Department for Vocational and Technical Training	(38,421,786)	608,541,000	570,119,214
0505000 Technical Vocational Education and Training	(8,864,887)	571,500,000	562,635,113
0507000 Youth Training and Development	(5,004,126)	37,041,000	32,036,874
0508000 General Administration, Planning and Support Services	(24,552,773)	-	(24,552,773)
State Department for University Education	(97,470,931)	(3,471,676)	(100,942,607)
0504000 University Education	(12,957,652)	14,040,000	1,082,348
0506000 Research, Science, Technology and Innovation	(16,482,004)	(17,511,676)	(33,993,680)
0508000 General Administration, Planning and Support Services	(68,031,275)	-	(68,031,275)
State Department for Early Learning & Basic Education	(365,326,656)	1,315,000,000	949,673,344
0501000 Primary Education	(55,085,396)	1,285,000,000	1,229,914,604
0502000 Secondary Education	(25,639,235)	30,000,000	4,360,765
0503000 Quality Assurance and Standards	(7,416,199)	-	(7,416,199)
0508000 General Administration, Planning and Support Services	(277,185,826)	-	(277,185,826)
State Department for Post Training and Skills Development	(74,600,000)	-	(74,600,000)

(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES			
PROGRAMME CODES & TITLE	GROSS CURRENT ESTIMATES	GROSS CAPITAL ESTIMATES	GROSS TOTAL ESTIMATES
0508000 General Administration, Planning and Support Services	(29,115,000)	-	(29,115,000)
0512000 Workplace Readiness Services	(23,250,000)	-	(23,250,000)
0513000 Post-Training Information Management	(22,235,000)	-	(22,235,000)
The National Treasury	(1,789,962,640)	(294,673,787)	(2,084,636,427)
0717000 General Administration Planning and Support Services	(1,524,431,331)	(50,000,000)	(1,574,431,331)
0718000 Public Financial Management	(235,672,220)	(244,673,787)	(480,346,007)
0719000 Economic and Financial Policy Formulation and Management	(29,859,089)	-	(29,859,089)
0720000 Market Competition	-	-	-
State Department for Planning	(137,441,931)	(313,008,312)	(450,450,243)
0706000 Economic Policy and National Planning	(2,962,481)	(263,008,312)	(265,970,793)
0707000 National Statistical Information Services	-	-	-
0708000 Monitoring and Evaluation Services	(34,971,443)	(50,000,000)	(84,971,443)
0709000 General Administration Planning and Support Services	(99,508,007)	-	(99,508,007)
Ministry of Health	4,819,981,304	2,216,976,787	7,036,958,091
0401000 Preventive, Promotive & RMNCAH	2,178,701,640	638,638,601	2,817,340,241
0402000 National Referral & Specialized Services	846,491,295	100,000,000	946,491,295
0403000 Health Research and Development	-	70,000,000	70,000,000
0404000 General Administration, Planning & Support Services	(99,619,351)	-	(99,619,351)
0405000 Health Policy, Standards and Regulations	1,894,407,720	1,408,338,186	3,302,745,906
State Department of Infrastructure	(115,589,577)	6,230,000,000	6,114,410,423
0202000 Road Transport	(115,589,577)	6,230,000,000	6,114,410,423
State Department of Transport	(77,910,960)	26,989,003,944	26,911,092,984

(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES

PROGRAMME CODES & TITLE	GROSS CURRENT ESTIMATES	GROSS CAPITAL ESTIMATES	GROSS TOTAL ESTIMATES
0201000 General Administration, Planning and Support Services	(45,398,135)	166,000,000	120,601,865
0203000 Rail Transport	-	28,918,003,944	28,918,003,944
0204000 Marine Transport	(21,544,503)	(2,155,000,000)	(2,176,544,503)
0205000 Air Transport	(8,281,384)	60,000,000	51,718,616
0216000 Road Safety	(2,686,938)	-	(2,686,938)
State Department for Shipping and Maritime	(47,221,038)	-	(47,221,038)
0220000 Shipping and Maritime Affairs	(47,221,038)	-	(47,221,038)
State Department for Housing, Urban Development	(69,667,174)	514,493,736	444,826,562
0102000 Housing Development and Human Settlement	(25,963,725)	-	(25,963,725)
0105000 Urban and Metropolitan Development	(17,010,156)	514,493,736	497,483,580
0106000 General Administration Planning and Support Services	(26,693,293)	-	(26,693,293)
State for Public Works	(52,192,522)	590,787,661	538,595,139
0103000 Government Buildings	(9,705,641)	706,285,046	696,579,405
0104000 Coastline Infrastructure and Pedestrian Access	(6,240,249)	(115,497,385)	(121,737,634)
0106000 General Administration Planning and Support Services	(26,897,857)	-	(26,897,857)
0218000 Regulation and Development of the Construction Industry	(9,348,775)	-	(9,348,775)
Ministry of Water and Sanitation	(49,351,695)	3,701,981,918	3,652,630,223
1001000 General Administration, Planning and Support Services	(36,007,035)	-	(36,007,035)
1004000 Water Resources Management	(9,268,049)	(440,000,000)	(449,268,049)
1017000 Water and Sewerage Infrastructure Development	(4,076,611)	4,141,981,918	4,137,905,307
1015000 Water Storage and Flood Control	-	-	-
Ministry of Environment and Forestry	(85,350,564)	79,000,000	(6,350,564)
1002000 Environment Management and Protection	(13,965,718)	(5,000,000)	(18,965,718)

<u>(REVISED) FY 2019 / 20 SUPPLEMENTARY I ESTIMATES</u>			
<u>PROGRAMME CODES & TITLE</u>	<u>GROSS CURRENT ESTIMATES</u>	<u>GROSS CAPITAL ESTIMATES</u>	<u>GROSS TOTAL ESTIMATES</u>
1010000 General Administration, Planning and Support Services	(38,621,860)	-	(38,621,860)
1012000 Meteorological Services	(28,415,432)	-	(28,415,432)
1018000 Forests and Water Towers Conservation	(4,347,554)	84,000,000	79,652,446
Ministry of Lands and Physical Planning	(90,160,991)	-	(90,160,991)
0101000 Land Policy and Planning	(90,160,991)	-	(90,160,991)
State Department for Information Communication and Technology	(632,959,270)	614,920,327	(18,038,943)
0207000 P1: General Administration Planning and Support Services	(34,251,442)	-	(34,251,442)
0210000 ICT Infrastructure Development	(47,422,400)	(1,000,000,000)	(1,047,422,400)
0217000 E-Government Services	(524,541,894)	1,614,920,327	1,090,378,433
0221000 Film Development Services	(26,743,534)	-	(26,743,534)
State Department for Broadcasting & Telecommunications	(233,242,236)	(166,000,000)	(399,242,236)
0207000 General Administration Planning and Support Services	(32,183,761)	-	(32,183,761)
0208000 Information And Communication Services	(201,058,475)	(166,000,000)	(367,058,475)
0209000 Mass Media Skills Development	-	-	-
State Department for Sports	(53,562,340)	100,000,000	46,437,660
0901000 Sports	(53,562,340)	100,000,000	46,437,660
State Department for Culture and Heritage	(122,151,828)	17,000,000	(105,151,828)
0902000 Culture Development	(52,886,234)	17,000,000	(35,886,234)
0903000 The Arts	(30,150,487)	-	(30,150,487)
0904000 Library Services	(7,491,000)	-	(7,491,000)
0905000 General Administration, Planning and Support Services	(31,624,107)	-	(31,624,107)
State Department for Energy	562,666,844	1,571,948,803	2,134,615,647

(REVISED) FY 2019 /20 SUPPLEMENTARY I ESTIMATES

<u>PROGRAMME CODES & TITLE</u>	<u>GROSS CURRENT ESTIMATES</u>	<u>GROSS CAPITAL ESTIMATES</u>	<u>GROSS TOTAL ESTIMATES</u>
0211000 General Administration Planning and Support Services	-	-	-
0212000 Power Generation	-	(670,000,000)	(670,000,000)
0213000 Power Transmission and Distribution	562,666,844	741,948,803	1,304,615,647
0214000 Alternative Energy Technologies	-	1,500,000,000	1,500,000,000
State Department for Livestock	(71,811,437)	50,000,000	(21,811,437)
0112000 Livestock Resources Management and Development	(71,811,437)	50,000,000	(21,811,437)
State Department for Crop Development	(11,193,404)	295,000,000	283,806,596
0107000 General Administration Planning and Support Services	6,959,981	325,000,000	331,959,981
0108000 Crop Development and Management	(13,285,341)	(30,000,000)	(43,285,341)
0109000 Agribusiness and Information Management	(4,868,044)	-	(4,868,044)
State Department for Fisheries, Aquaculture & the Blue Economy	(116,206,663)	-	(116,206,663)
0111000 Fisheries Development and Management	(45,395,200)	-	(45,395,200)
0117000 General Administration, Planning and Support Services	(30,720,604)	-	(30,720,604)
0118000 Development and Coordination of the Blue Economy	(40,090,859)	-	(40,090,859)
State Department for Irrigation	(82,860,214)	20,975,746	(61,884,468)
1014000 Irrigation and Land Reclamation	(55,901,736)	20,975,746	(34,925,990)
1016000 General Administration, Planning and Support Services	(22,747,324)	-	(22,747,324)
1022000 Water Harvesting and Storage for Irrigation	(4,211,154)	-	(4,211,154)
State Department for Agricultural Research	(102,666,684)	-	(102,666,684)
0120000 Agricultural Research & Development	(102,666,684)	-	(102,666,684)
State Department for Cooperatives	(81,000,060)	(230,000,000)	(311,000,060)
0304000 Cooperative Development and Management	(81,000,060)	(230,000,000)	(311,000,060)

<u>(REVISED) FY 2019 / 20 SUPPLEMENTARY I ESTIMATES</u>			
<u>PROGRAMME CODES & TITLE</u>	<u>GROSS CURRENT ESTIMATES</u>	<u>GROSS CAPITAL ESTIMATES</u>	<u>GROSS TOTAL ESTIMATES</u>
State Department for Trade	(45,953,444)	-	(45,953,444)
0307000 Trade Development and Promotion	(45,953,444)	-	(45,953,444)
State Department for Industrialisation	(55,134,392)	3,959,166,089	3,904,031,697
0301000 General Administration Planning and Support Services	(35,778,671)	-	(35,778,671)
0302000 Industrial Development and Investments	(19,355,721)	3,362,398,089	3,343,042,368
0303000 Standards and Business Incubation	-	596,768,000	596,768,000
State Department for Labour	(257,567,983)	(100,000,000)	(357,567,983)
0910000 General Administration Planning and Support Services	(76,575,293)	-	(76,575,293)
0906000 Promotion of the Best Labour Practice	(105,618,321)	45,000,000	(60,618,321)
0907000 Manpower Development, Employment and Productivity Management	(75,374,369)	(145,000,000)	(220,374,369)
State Department for Social Protection, pensions & senior citizens affairs	(461,625,912)	950,000,000	488,374,088
0908000 Social Development and Children Services	5,809,495	-	5,809,495
0909000 National Social Safety Net	(353,888,382)	950,000,000	596,111,618
0914000 General Administration, Planning and Support Services	(113,547,025)	-	(113,547,025)
State Department for Mining	(80,837,500)	(126,219,961)	(207,057,461)
1007000 General Administration Planning and Support Services	(44,782,628)	-	(44,782,628)
1009000 Mineral Resources Management	(12,079,058)	(131,000,000)	(143,079,058)
1021000: Geological Surveys and Geo Information	(23,975,814)	4,780,039	(19,195,775)
State Department for Petroleum	(32,037,500)	-	(32,037,500)
0215000 Exploration and Distribution of Oil and Gas	(32,037,500)	-	(32,037,500)
State Department for Tourism	(94,004,573)	(919,000,000)	(1,013,004,573)
0306000 Tourism Development and Promotion	(94,004,573)	(919,000,000)	(1,013,004,573)

(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES

<u>PROGRAMME CODES & TITLE</u>	<u>GROSS CURRENT ESTIMATES</u>	<u>GROSS CAPITAL ESTIMATES</u>	<u>GROSS TOTAL ESTIMATES</u>
State Department for Wildlife	(51,691,157)	100,000,000	48,308,843
1019000 Wildlife Conservation and Management	(51,691,157)	100,000,000	48,308,843
State Department for Gender	(138,550,000)	-	(138,550,000)
0911000 Community Development	-	-	-
0912000 Gender Empowerment	(57,290,829)	-	(57,290,829)
0913000 General Administration, Planning and Support Services	(81,259,171)	-	(81,259,171)
State Department for Public Service	(208,289,602)	(416,571,713)	(624,861,315)
0710000 Public Service Transformation	(134,068,800)	(416,571,713)	(550,640,513)
0709000 General Administration Planning and Support Services	(74,220,802)	-	(74,220,802)
State Department for Youth	(362,365,824)	-	(362,365,824)
0711000 Youth Empowerment	(362,365,824)	-	(362,365,824)
State Department for East African Community	(51,660,615)	-	(51,660,615)
0305000 East African Affairs and Regional Integration	(51,660,615)	-	(51,660,615)
State Department for Regional & Northern Corridor Development	(54,500,012)	(352,850,000)	(407,350,012)
1013000 Integrated Regional Development	(54,500,012)	(352,850,000)	(407,350,012)
State Law Office and Department of Justice	(286,140,252)	(104,000,000)	(390,140,252)
0606000 Legal Services	(81,380,405)	-	(81,380,405)
0607000 Governance, Legal Training and Constitutional Affairs	(44,540,906)	(100,000,000)	(144,540,906)
0609000 General Administration, Planning and Support Services	(160,218,941)	(4,000,000)	(164,218,941)
The Judiciary	-	-	-
0610000 Dispensation of Justice	-	-	-
Ethics and Anti-Corruption Commission	-	10,026,465	10,026,465
0611000 Ethics and Anti-Corruption	-	10,026,465	10,026,465

<u>(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES</u>			
<u>PROGRAMME CODES & TITLE</u>	<u>GROSS CURRENT ESTIMATES</u>	<u>GROSS CAPITAL ESTIMATES</u>	<u>GROSS TOTAL ESTIMATES</u>
National Intelligence Service	-	-	-
0804000 National Security Intelligence	-	-	-
Office of the Director of Public Prosecutions	150,000,000	-	150,000,000
0612000 Public Prosecution Services	150,000,000	-	150,000,000
Office of the Registrar of Political Parties	(32,556,074)	-	(32,556,074)
0614000 Registration, Regulation and Funding of Political Parties	(32,556,074)	-	(32,556,074)
Witness Protection Agency	-	-	-
0615000 Witness Protection	-	-	-
Kenya National Commission on Human Rights	-	-	-
0616000 Protection and Promotion of Human Rights	-	-	-
National Land Commission	(120,992,425)	-	(120,992,425)
0116000 Land Administration and Management	(120,992,425)	-	(120,992,425)
Independent Electoral and Boundaries Commission	(219,000,000)	(43,000,000)	(262,000,000)
0617000 Management of Electoral Processes	212,762,597	(43,000,000)	169,762,597
0618000 Delimitation of Electoral Boundaries	(431,762,597)	-	(431,762,597)
The Commission on Revenue Allocation	(28,938,369)	-	(28,938,369)
0737000 Inter-Governmental Transfers and Financial Matters	(28,938,369)	-	(28,938,369)
Public Service Commission	185,500,000	-	185,500,000
0725000 General Administration, Planning and Support Services	185,500,000	-	185,500,000
0726000 Human Resource Management and Development	-	-	-
0727000 Governance and National Values	-	-	-
0744000 Performance and Productivity Management	-	-	-
Salaries and Remuneration Commission	-	-	-
0728000 Salaries and Remuneration Management	-	-	-
Teachers Service Commission	(310,327,238)	891,000,000	580,672,762

(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES			
PROGRAMME CODES & TITLE	GROSS CURRENT ESTIMATES	GROSS CAPITAL ESTIMATES	GROSS TOTAL ESTIMATES
0509000 Teacher Resource Management	(5,961,298)	945,000,000	939,038,702
0510000 Governance and Standards	(32,574,034)	-	(32,574,034)
0511000 General Administration, Planning and Support Services	(271,791,906)	(54,000,000)	(325,791,906)
National Police Service Commission	(83,790,900)	-	(83,790,900)
0620000 National Police Service Human Resource Management	(83,790,900)	-	(83,790,900)
Auditor General	-	-	-
0729000 Audit Services	-	-	-
Office of the Controller of Budget	(51,829,201)	-	(51,829,201)
0730000 Control and Management of Public finances	(51,829,201)	-	(51,829,201)
Commission on Administrative Justice	-	-	-
0731000 Promotion of Administrative Justice	-	-	-
National Gender and Equality Commission	(98,221,027)	600,000	(97,621,027)
0621000 Promotion of Gender Equality and Freedom from Discrimination	(98,221,027)	600,000	(97,621,027)
Independent Policing Oversight Authority	(1,500,000)	-	(1,500,000)
0622000 Policing Oversight Services	(1,500,000)	-	(1,500,000)
TOTAL	(274,017,004)	51,569,213,543	51,295,196,539
The Judiciary	-	(220,000,000)	(220,000,000)
0610000 Dispensation of Justice	-	(220,000,000)	(220,000,000)
Judicial Service Commission	-	-	-
0619000 General Administration, Planning and Support Services	-	-	-
Total Judiciary	-	(220,000,000)	(220,000,000)
Parliamentary Service Commission	(360,000,000)	-	(360,000,000)
0722000 Senate Affairs	(360,000,000)	-	(360,000,000)
0723000 General Admin, planning and support services	-	-	-

<u>(REVISED) FY 2019/20 SUPPLEMENTARY I ESTIMATES</u>			
<u>PROGRAMME CODES & TITLE</u>	<u>GROSS CURRENT ESTIMATES</u>	<u>GROSS CAPITAL ESTIMATES</u>	<u>GROSS TOTAL ESTIMATES</u>
National Assembly	(150,000,000)	-	(150,000,000)
0721000 National Legislation, representation and oversight	(150,000,000)	-	(150,000,000)
Parliamentary Joint Services	(15,000,000)	(780,000,000)	(795,000,000)
0723000 General Admin, planning and support services	(15,000,000)	(780,000,000)	(795,000,000)
Total Legislature	(525,000,000)	(780,000,000)	(1,305,000,000)
Total Budget	(799,017,004)	50,569,213,543	49,770,196,539



SCHEDULE 2

THE NATIONAL ASSEMBLY
PAPERS LAID

<u>Vote</u>	<u>MDA</u>	<u>Program</u>	<u>Increases</u>	<u>Decreases</u>	<u>Explanatory Notes (Incl. Projects)</u>
1052	Ministry of Foreign Affairs	Foreign Relation & Diplomacy		(104,000,000)	From renovation of Chancery in New York (Dev.)
				(150,000,000)	From renovations in London (Dev.)
			220,000,000		For Construction and various Renovations in Pretoria (Dev.)
			25,000,000		For Construction of an Office Block and other works in Mogadishu (Dev.)
			9,000,000		Renovations in Rome (Dev.)
1021	State Department for Interior	Planning, Policy Coordination and Support Service		(600,000,000)	From National Integrated Identity Management System (NIIMS) (Rec.)
				(200,000,000)	From National Integrated Identity Management System (NIIMS) (Dev.)
				(200,000,000)	From 1021000100, OOP Headquarters, "Other Operating Expenses" (Rec.)
		Policing Services Programme	240,000,000		Towards settling pending bills incurred for purchase of Motor Vehicles from DT-Dobie under the office of the Inspector General (Rec.)
			100,000,000		Office of the Inspector General towards addressing insecurity in Samburu and other affected areas (Rec.)
			150,000,000		Directorate of Criminal Investigations to enhance their operations (Rec.)
1064	State Department for Vocational and Technical Training	Technical Vocational Education and Training	1,021,000,000		Construction of 30 TTI's (Phase III) - Kshs 511 mill, Construction and equipping of TTI's (Phase II) - Kshs 258 mill, 38 GOK-AFDB TTI's funded-construction and equipping - Kshs 252 million GOK counterpart funding. (Dev.)

TABLED BY: CLERK AT THE TABLE: DATE: 20 NOV 2019

<u>Vote</u>	<u>MDA</u>	<u>Program</u>	<u>Increases</u>	<u>Decreases</u>	<u>Explanatory Notes (Incl. Projects)</u>
1065	State Department for University Education	University Education	1,882,488,563		To reverse cuts to capital projects in universities under the supplementary. The reduction will adversely affect project implementation including critical infrastructure in the Universities. Further, the institutions have pending certificates that remain unpaid and could potentially generate penalties and other litigation costs. (Dev.)
1091	State Department for Infrastructure	Road Transport		(2,300,000,000)	James Gichuru - JKIA Expressway (Dev.)
				(3,427,815,679)	Access Roads to Food Security and Nutrition Facilities
				(469,102,780)	Access Roads to Industrial Park Facilities
				(185,116,600)	Access Roads to Affordable Housing Facilities
1092	State Department for Transport	Marine Transport		(3,450,000,000)	Naivasha Special Economic Zone (Textile Park)
1024	State Department for Immigration and Citizen Services.	Migration and Citizen Services Management Programme	150,000,000	(1,795,000,000)	Dongo Kundu Special Economic Zone
					Towards Migration and Citizen Services Management Programme to support Operations at the Headquarters, (Rec)
1122	State Department for ICT & Innovation	E-Government Services		(170,000,000)	From the Head ICT shared services (Rec.)
				(69,667,324)	Connectivity to Special Economic Zone Textile Park - Naivasha
				(694,571,737)	From Connectivity to Health Centres project (Dev.)

<u>Vote</u>	<u>MDA</u>	<u>Program</u>	<u>Increases</u>	<u>Decreases</u>	<u>Explanatory Notes (Incl. Projects)</u>
					From Connectivity to Konza Data Center and Smart City Project (Dev.)
				(886,500,000)	From Connectivity to Leather Industrial Park – Kenanie (Dev.)
2071	Public Service Commission	General Administration and Support Services Programme	100,000,000	(18,680,237)	Towards the General Administration and Support Services Programme to enhance their operations on the management of internship programme. (Rec.)
2151	Independent Police Oversight Authority	Policing Oversight Services	60,000,000		towards Independent Police Oversight Authority to purchase motor vehicles for the Board and staff mortgage (Rec.)
1107	Ministry of water & Sanitation	Water and sewerage infrastructure development		(1,000,000,000)	Water and Sewerage Relocation Works for the Nairobi Express Way - Given the lengthy public procurement processes of goods and services, the works are unlikely to absorb the huge amounts of funds before the end of the current financial year and thus holding fund may deprive other urgent cases. (Dev)
				(2,114,981,918)	Northern Collector Water Supply (Dev.)
		Water Resource Management	80,000,000		Umaa Dam - For relevant documentation and consultancy to assess integrity of existing structures and review of the designs
			50,000,000		Badasa Dam - For relevant documentation and consultancy to assess integrity of existing structures and review of the designs
		Water storage & Flood Control		(1,070,000,000)	Reduction of Allocation to Peace Dams for the FY 2019/20 (Dev)

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1108	Ministry of Environment and Sanitation		84,000,000		Kenya Forest Service - For Green Zones Development Support Project Phase II GOK counterpart funding to unlock Africa Development Bank (ADB) / Africa Development Fund (ADF). The Project Period is Six (6) years. The FY 2019/20 donor funding is Kshs 500 million is already factored in the Approved estimates(Dev)
1081	Ministry of Health	National referral & Specialized Services (D)	50,000,000		Construction of kitchen and Wards at Mathare National Referral Hospital - Enhanced allocation to this project which has an allocation of Kshs 65 Million which is inadequate (Dev)
		Health Policy, Standards and Regulations		(15,867,475,762)	To be part of DoRB as Cond. Grants Ksh. (15.87) billion
1175	State Department for Industrialization	Industrial Development & Investment		(1,460,000,000)	From the allocation for the Development of Freeport & Industrial parks- Special Economic Zone Mombasa
				(1,988,000,000)	From the allocation for the Development of Kenanie Leather Industrial Park; (Dev.)
				(67,200,000)	From the allocation for the Development of SEZ Textile Park Naivasha; (Dev.)
		Standards & Business Incubation	241,800,000		An increase in the allocation for the Construction of Industrial Research Laboratories-KIRDI Kisumu to enable the project to carry out Multidisciplinary research and development.
			318,000,000		allocation for Construction of Industrial Research Laboratories - KIRDI South B for

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					the construction of industrial laboratories (Dev)
		Industrial Development & Investment	168,000,000		increase in the allocation for Infrastructure and Civics works Development-KITI to enable completion of some infrastructure and civil works (Dev.)
			650,000,000		An increase in the development allocation as an injection of working capital (Rivertex)
			170,000,000		An increase development allocation for the Development of Athi River Textile Hub-EPZA (Dev.)
1174	State Department of Trade	Trade Development and Promotion	120,000,000		For KIBT Parklands building to ensure Completion of partitioning
			100,000,000		Allocated to the Export Promotion Council (Rec.)
1173	State Department of Cooperatives	Cooperative Development and Management	30,000,000		For Modernization of Cooperatives Cotton Gineries- Luanda Cooperative Ginnyery in Busia County (Dev.)
1165	State Department for Crops Development	General Administration Planning & Support Services		(250,000,000)	From the Modernization of Agricultural Society of Kenya Premises (Dev)
1162	State Department for Livestock	Livestock resources Management & Development	50,000,000		An increased allocation for Disease Free zone Bachuma. (Dev.)
2081	Salaries and Remuneration Commission	Control and Management of Public Finances		(211,000,000)	Control and Management of Public Finances be disallowed since the National Assembly considered the matter and made a resolution on

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1071	National Treasury	General Administration Planning and Support Services		(2,000,000,000)	it during the consideration of the Budget Estimates for the FY 2019/20 (Rec) A reduction of the employer contributions to compulsory National Social Security Schemes in the Pensions Department occasioned by the current delays in the implementation of the rollout of this activity. (Rec)
			2,000,000,000		to the Kenya Revenue Authority budget for the recruitment of an additional 1000 officers countrywide in order to generate an additional KSh. 50 billion in revenue in support of the achievement of this year's revenue estimate.(Rec)
		Public Financial Management	160,000,000		For public hearing identified projects - 1091148555 – Ksh. 5 Mill, 1091148553 - Ksh. 5 Mill, 1091148554 – Ksh. 5 mill, 1091146527 – Ksh. 5 Mill, 1091146526 – Ksh. 5 Mill, 1091146529 – Ksh. 5 Mill, & Ksh. 100 mill. Kimutwa-Makaveti-Kwamutisya Road in Machakos County
			15,000,000		Public Hearing hering project -Street Lighting for Dagoretti Center - UON -Kid Island
			70,000,000	-	Chuka Igambang'ombe Constituency) - Itugururu – Kamwimbi –Ishara Road; spot improvement- Ksh. 8 million, Kamabandi – Nthima –Matinia Road; grading and murraming- Ksh. 8 million, Kibugua – Itugururu road; spot improvement- Ksh. 8 million, Kirubia – Mubukuru road; spot improvement- Ksh. 8 million, Kirachia – Kiamuriuki road; spot improvement- Ksh. 8

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					million, Maara constituency - Pole Pole Nturiri Kanoro Road- Ksh. 30 million
			-	(70,000,000)	From Tharaka Nithi County set aside for the construction of a social innovation centre
			-	(80,000,000)	Amount was meant for drilling of boreholes and earth dams for water to be used for irrigation, drinking water for animals and other domestic use - Ksh. 20 million per constituency in marsabit county.
			80,000,000	-	Sololo – Madho Adhi Road; Ksh. 20 million (Moyale Constituency), Kargi –Korr road; Ksh. 12 million (Laisamis Constituency), Anona – Golole – Karbururi road; Ksh. 12 million (Moyale Constituency), Bora Junction – Bori; Ksh. 12 million (Moyale Constituency), Mulata Buke – Kubi Bagasa; Ksh. 12 million (Saku Constituency), Balesa – Marime road; Ksh. 12 million (North Horr Constituency)
			60,000,000	-	Dagoretti South Constituency - Kagondo road – Bitumen works; Ksh. 10 million, Queen Girls High School road – Bitumen works; Ksh. 10 million, Mugumo-ini road – Bitumen works; Ksh. 10 million, Ebenezer Centre road – Bitumen works; Ksh. 10 million, Nungari road – Bitumen works; Ksh. 10 million, UoN – Dagoretti road – Bitumen works; Ksh. 10 million

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			40,000,000	-	Embakasi North Constituency - Yumbi road – Cabro works; Ksh. 10 million, Nyayo Ward road – Cabro works; Ksh. 10 million, Dandora I Market road – Cabro works; Ksh. 10 million, Super Load road – Cabro works; Ksh. 10 million
1072	State Department for Planning	Economic Policy & National Planning	5,200,000,000		Reinstate the proposed reduction of the allocation the National Government Constituencies Development Fund (Dev.)
2061	Commission on Revenue Allocation	Governmental Transfers and Financial Matters	1,500,000		Recommendation on Vertical Share (Rec.)
			2,500,000		Recommendation on 3 rd Revenue Sharing (Rec.)
			5,000,000		Financing of cities (Rec.)
			5,000,000		Integrated Data Management System (Rec.)
			18,000,000		State of marginalization across and within counties (Rec.)
			3,000,000		Own Share Revenue Curriculum (Rec.)
			15,000,000		Efficient service delivery (Rec.)
2121	Office of the Controller of Budget	Control and Management of Public Finances	1,440,000		Courier and postal services (Rec.)
			5,000,000		Domestic travel, subsistence and other transportation costs (Rec.)
			1,700,000		Hospitality supplies and services (Rec.)

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			840,000		Membership fees, dues and subscriptions to professional and trade bodies (Rec.)
			3,850,000		Routine maintenance, vehicles and other transport equipment (Rec.)
1152	State Department of Energy	Power Transmission and Distribution		(1,401,891,811)	From the proposed new allocation to Electrification of level 3 & 4 Hospitals Project (Dev.)
				(3,944,889,511)	From the proposed new allocation to Electrification of Economic Zones- Naivasha Industrial Park (Dev.)
				(352,759,907)	From the proposed new allocation to Electrification of Government Housing Schemes - Ruai Housing Scheme (Dev.)
				(352,759,907)	from the proposed new allocation to Electrification of Government Housing Schemes- East Africa Portland Housing Scheme (Dev.)
			500,000,000		For Electrification of Public Facilities Project under the Rural Electrification and Renewable Energy Corporation to support connectivity in public utilities and centers across the Country (Dev.)
				(1,160,000,000)	In deferment of the payment of the Loiyangalani - Suswa transmission line till the Second supplementary and in line with the committee report recommendation (Dev.)
				(358,336,620)	Electrification of Economic Zones -Konza Technopolis Complex

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		Alternative Energy	500,000,000	(1,500,000,000)	To Kenya Power Transmission Project to support the Konza Technopolis - i) Gilgil – Thika-Konza, 400KV, 250 Km, ii) Loiyangalani - Marsabit 180 Km 400KV. (Dev.)
1202	State Department for Tourism	Tourism Development and Promotion		(30,000,000)	Kenya Off-grid solar access project for under served counties From Coastal Beach management Project
				(120,000,000)	From Kisumu Waterfront, it was noted that this project has taken off and the remaining allocations for the projects are not enough to start up the projects
				(110,000,000)	From Malindi Beach Management, it was noted that this project has taken off and the remaining allocations for the projects are not enough to start up the projects
			50,000,000		To the Ushanga Kenya Initiative
			42,000,000		To the Farm Murera Gate Road Menu
			324,860,000		Recurrent allocation to allow the state department to undertake tourism advertisements/promotion of the country
1261	The Judiciary	Dispensation of Justice	2,863,877,066	(220,000,000)	Reduction of the Development Budget by KSh. 220 Million due to Austerity measures (Dev)
2051	Judicial Service Commission	General Administration	136,558,848		Allocated to enable the Commission to achieve its planned activities and effectively deliver services to the people of Kenya

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2031	Independent Electoral and Boundaries Commission	Planning and Support Services Delimitation of Electoral Boundaries Programme of Management of Electoral Resources	106,000,000	(340,000,000)	From resources meant for the delimitation of electoral boundaries since the allocation may not be absorbed fully in this financial year. The allocation is for the recruitment of forty-nine (49) Constituency Registration Officers and Deputy Registration Officers (Kshs 64 million) and Kshs 42 million for the continuous voter registration at the constituency level. (Rec)
1252	State Law Office & Department of Justice	Legal Services	100,300,000		The allocation is meant for the following selected budget heads that are crucial in the delivery of the office mandate; Civil Litigation Department – Kshs 37.1 million, Treaties and Agreement Departments – Kshs 49.5 million, and International Law Division – Kshs 13.7 million (Rec)
2011	Kenya National Commission on Human Rights	Promotion and Protection of Human Right	23,792,128		The reductions proposed under the Supplementary budget of Kshs 23.8 million will affect the Commission's ability to deliver on its mandate since it is already operating on a lean budget (Rec)
2131	Commission for Administrative Justice	Promotion of Administrative Justice	44,718,098		The funds will allow the Agency to undertake outreach services at the county level, Public education and awareness on access to information and administrative justice; and Decentralization of the Ombudsman services to the counties through the establishment of two county offices in Garissa and Laikipia (Rec)

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1321	Witness Protection Agency	Witness Protection	22,909,605		Towards actualizing the mandate of the Agency in the criminal justice system in guaranteeing the safety and security of the witnesses. (Rec.)
1311	Office of Registrar of Political Parties	Registration, Regulation and Funding of Political	42,300,000		The allocation is meant to facilitate the refurbishment of an already leased office for the Agency at Kshs 10 million, facilitate the convening of the Political Parties Liaison Committee meetings – Kshs 12.3 million and Kshs 20 million for domestic travel to enable the office undertake field activities(Rec.)
2041	Parliamentary Service Commission			(360,000,000)	The allocation for the vote were adjusted back to the FY 2019/20 Approved Estimates then reduced by Ksh. (360) mill as follows: Ksh. 300 Mill from M&E and KSh. 60 Million from other expenditures. (From original budget)
2042	National Assembly			(150,000,000)	The allocation for the vote were adjusted back to the FY 2019/20 Approved Estimates then reduced (Rec. reduced by KSh. 150 mill - KSh. (50) Mill from the M&E, KSh. 100 mill from Other recurrent (From original budget)
2043	parliamentary Joint Services			(780,000,000)	The allocation for the vote were adjusted back to the FY 2019/20 Approved Estimates then reduced by (Dev. - KSh. (780) Mill (Inst. of Sec. System - KSh. (400) mill, Purchase of CPST land - KSh. (30) Mill, Purchase of Buildings - KSh. (350) Mill) (From original budget)
1095	State Department for Public Works			(1,645,846,329)	Reduction of Allocation to Supervision of Big Four Projects in Universal Health Care and Supervision of Big Four Projects in

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			-		Manufacturing by 75% due to inability to absorb funds within the financial year.

